

REFERENCE TITLE: private colleges; property tax classification

State of Arizona
Senate
Forty-eighth Legislature
First Regular Session
2007

SB 1624

Introduced by
Senator Johnson

AN ACT

AMENDING SECTION 42-12002, ARIZONA REVISED STATUTES; RELATING TO PROPERTY TAX CLASSIFICATION.

(TEXT OF BILL BEGINS ON NEXT PAGE)

1 Be it enacted by the Legislature of the State of Arizona:

2 Section 1. Section 42-12002, Arizona Revised Statutes, is amended to
3 read:

4 42-12002. Class two property

5 For purposes of taxation, class two is established consisting of two
6 subclasses:

7 1. Class two (R) consists of:

8 (a) Real property and improvements to property that are used for
9 agricultural purposes and that are valued at full cash value or pursuant to
10 chapter 13, article 3 of this title, as applicable.

11 (b) Real property and improvements to property that are primarily used
12 for agricultural purposes to produce trees other than standing timber, vines,
13 rosebushes, ornamental plants or other horticultural crops, regardless of
14 whether the crop is grown in containers, soil or any other medium, that are
15 not included in class one, three, four, six, seven or eight and that are
16 valued at full cash value or pursuant to chapter 13, article 3 of this title,
17 as applicable.

18 (c) Real property and improvements to property that are owned and
19 controlled by a nonprofit organization that is exempt from taxation under
20 section 501(c)(3), (4), (7), (10) or (14) of the internal revenue code if the
21 property is not used or intended for the financial benefit of members of the
22 organization or any other individual or organization, unless the financial
23 benefit is for charitable, religious, scientific, literary or educational
24 purposes, and that are valued at full cash value.

25 (d) Real property of golf courses that is valued at full cash value or
26 pursuant to chapter 13, article 4 of this title.

27 (e) REAL PROPERTY AND IMPROVEMENTS TO PROPERTY THAT ARE OWNED AND USED
28 BY A COLLEGE OR UNIVERSITY THAT OFFERS ACCREDITED FOUR-YEAR DEGREE PROGRAMS
29 IN ONE OR MORE FIELDS OF HIGHER EDUCATION AND THAT ARE NOT OTHERWISE EXEMPT
30 FROM TAXATION.

31 ~~(e)~~ (f) All other real property and improvements to property, if any,
32 that are not included in class one, three, four, six, seven or eight and that
33 are valued at full cash value.

34 2. Class two (P) consists of:

35 (a) Personal property that is used for agricultural purposes and that
36 is valued at full cash value or pursuant to chapter 13, article 3 of this
37 title, as applicable.

38 (b) Personal property that is primarily used for agricultural purposes
39 to produce trees other than standing timber, vines, rosebushes, ornamental
40 plants or other horticultural crops, regardless of whether the crop is grown
41 in containers, soil or any other medium, that is not included in class one,
42 three, four, six, seven or eight and that is valued at full cash value or
43 pursuant to chapter 13, article 3 of this title, as applicable.

44 (c) Personal property that is owned and controlled by a nonprofit
45 organization that is exempt from taxation under section 501(c)(3), (4), (7),

1 (10) or (14) of the internal revenue code if the property is not used or
2 intended for the financial benefit of members of the organization or any
3 other individual or organization, unless the financial benefit is for
4 charitable, religious, scientific, literary or educational purposes, and that
5 is valued at full cash value.

6 (d) Personal property of golf courses that is valued at full cash
7 value or pursuant to chapter 13, article 4 of this title.

8 (e) PERSONAL PROPERTY THAT IS OWNED AND USED BY A COLLEGE OR
9 UNIVERSITY THAT OFFERS ACCREDITED FOUR-YEAR DEGREE PROGRAMS IN ONE OR MORE
10 FIELDS OF HIGHER EDUCATION AND THAT IS NOT OTHERWISE EXEMPT FROM TAXATION.

11 ~~(e)~~ (f) All other personal property that is not included in class
12 one, three, four, six, seven or eight and that is valued at full cash value.

13 Sec. 2. Effective date

14 Section 42-12002, Arizona Revised Statutes, as amended by this act, is
15 effective and applies to valuation years beginning from and after December
16 31, 2007.